



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

September 18, 2007

Terry Sykes
Grand County Water Conservancy District
3025 East Spanish Trail Road
P. O. Box 1046
Moab, Utah 84532

Subject: Approval of Reclamation Surety and Reclamation Contract, Grand County Water Conservancy District, Spanish Valley Clay Mine, S0370060, Task 1945, San Juan County, Utah

Dear Mr. Sykes:

On August 24, 2007, the Associate Director of Mining, acting for the Director of the Division of Oil, Gas and Mining, signed the reclamation contract for the Spanish Valley Clay Mine Project Notice of Intention to Commence Small Mining Operations, file number S0370060. You now have Division approval of the form and amount of surety for the above referenced site. A copy of the executed reclamation contract/surety is enclosed for your records.

If you have questions or concerns regarding this letter, please contact me at (801) 538-5325 or Paul Baker at 538-5261. Thank you for your help in completing this very important regulatory requirement.

Sincerely,

Daron R. Haddock
Permit Supervisor
Minerals Regulatory Program

DRH:PBB:pb

Enclosure: reclamation contract/surety

cc: John Blake, SITLA

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